

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Balance Sheet As of 5/31/2004

	As of <u>5-31-04</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 525,196,127	\$ 458,951,314
INTERNATIONAL EQUITIES	199,218,546	175,792,012
DOMESTIC FIXED INCOME	360,934,069	320,236,369
INTERNATIONAL FIXED INCOME	61,134,953	54,020,181
REAL ESTATE	66,996,213	57,665,884
VENTURE CAPITAL	61,040,646	51,068,456
INVESTED CASH (NOTE 1)	<u>9,822,149</u>	<u>7,558,895</u>
TOTAL INVESTMENTS	1,284,342,703	1,125,293,111
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	3,327,533	1,523,646
OTHER ASSETS		
DUE FROM OTHER AGENCIES (NOTE 2)	<u>10,999</u>	<u>0</u>
TOTAL ASSETS	<u>\$ 1,287,681,235</u>	<u>\$ 1,126,816,757</u>
LIABILITIES:		
ACCOUNTS PAYABLE	711,762	711,763
DUE TO OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>9,661</u>
TOTAL LIABILITIES	711,762	721,424
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,126,095,333	1,080,040,861
CASH IN DURING YEAR (NOTE 4)	3,789,350	0
CASH OUT DURING YEAR (NOTE 5)	10,390,000	9,750,000
NET INCREASE (DECREASE)	<u>167,474,790</u>	<u>55,804,472</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>1,286,969,473</u>	<u>1,126,095,333</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 1,287,681,235</u>	<u>\$ 1,126,816,757</u>

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Profit and Loss Statement For the Month Ended 5/31/2004

	Month Ended <u>5-31-04</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 3,248,712	\$ 32,513,190
SECURITIES LENDING INCOME	95,118	835,833
	<u>3,343,830</u>	<u>33,349,023</u>
 GAIN ON SALE OF INVESTMENTS	 12,255,785	 151,613,563
LOSS ON SALE OF INVESTMENTS	<u>8,595,811</u>	<u>98,766,247</u>
 NET GAINS (LOSSES) INVESTMENTS	 3,659,974	 52,847,316
 INVESTMENT EXPENSES	 327,147	 3,412,859
SECURITIES LENDING EXPENSES	71,109	646,495
SIB ADMINISTRATIVE EXPENSES	<u>9,200</u>	<u>114,340</u>
 NET INVESTMENT INCOME	 6,596,348	 82,022,645
 NET APPREC (DEPREC) MARKET VALUE	 (3,515,717)	 86,138,145
MISCELLANEOUS INCOME/(EXPENSE)	<u>83,343</u>	<u>(686,000)</u>
 TOTAL INVESTMENT INCOME	 <u>3,163,974</u>	 <u>167,474,790</u>
 NET INCREASE (DECREASE)	 <u>\$ 3,163,974</u>	 <u>\$ 167,474,790</u>

PUBLIC EMPLOYEES RETIREMENT SYSTEM
Notes To Financial Statements
May 31, 2004

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.